

Informal Rates Process Meeting
February 26, 2009
Western's MRTU Actual Cost History

Western Area Power Administration, SNR
 Agenda Item # 4
 Richardson, Rieger
 Feb 26, 2009

Cost Categories	FY2006	FY2007	FY2008	FY09 thru Jan 31	Total
WAPA Labor	\$ 174,141	\$ 534,290	\$ 780,674	\$ 251,875	\$ 1,740,980
Consulting Contract Services	\$	\$ 953,875	\$ 1,403,359	\$ 307,212	\$ 2,664,446
Total Annual Expenses:	\$ 174,141	\$ 1,488,165	\$ 2,184,033	\$ 559,087	\$ 4,405,426
Software in Development (Capitalized) Note 1	\$ 268	\$ 570,922	\$ 949,424	\$ 230,754	\$ 1,751,369
TOTAL	\$ 174,409	\$ 2,059,087	\$ 3,133,457	\$ 789,841	\$ 6,156,795

Note:

1. While Western incurred these costs in the fiscal years identified, cost recovery begins when development/improvements are complete. We estimate completion by May 2009. Thereafter, repayment will begin and costs will be repaid over a five-year period. Estimated annual cost is \$350,274.

MRTU costs are included in the Power Revenue Requirement (O&M).

MRTU costs are expected to decrease once MRTU implementation occurs.